NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY OR ALL OF THE FOLLOWING INFORMATION FROM ANY INSTRUMENT THAT TRANSFERS AN INTEREST IN REAL PROPERTY BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER.

Producers 88 (4-89) — Paid Up With 640 Acres Pooling Provision STANDARD LEASE v.5

PAID UP OIL AND GAS LEASE (No Surface Use)

THIS LEASE AGREEMENT is made this 5 +6	_day of <u>Aug</u>	U.S.\t	, 2009, by and between	
Rafael Rodriquez and Nife	Soledad	Rodriguez		
whose addresss is 2 CC Avenue C, Fort 107t Texas 75201, as Lessee. All printed portions of this lease were prepared by the party hereinabove named as Lessee, but all other provisions (including the completion of blank spaces) were prepared jointly by Lessor and Lessee. 1. In consideration of a cash bonus in hand paid and the covenants herein contained, Lessor hereby grants, leases and lets exclusively to Lessee the following described land, hereinafter called leased premises:				
.172 _ ACRES OF LAND, MORE OR LESS, BI	EING LOT(S)	1	, BLOCK	
OUT OF THE High land to Glan was IN VOLUME INTO PAGE	ARRANT COUNTY,	ADE TEXAS, ACCORDING THE PLAT RECORDS	OITION, AN ADDITION TO THE CITY OF TO THAT CERTAIN PLAT RECORDED OF TARRANT COUNTY, TEXAS.	
in the County of Tarrant, State of TEXAS, containing gross acres, more or less (including any interests therein which Lessor may hereafter acquire by reversion, prescription or otherwise), for the purpose of exploring for, developing, producing and marketing oil and gas, along with all hydrocarbon and non hydrocarbon substances produced in association therewith (including geophysical/seismic operations). The term "gas" as used herein includes helium, carbon dioxide and other commercial gases, as well as hydrocarbon gases. In addition to the above-described leased premises, this lease also covers accretions and any small strips or parcels of land now or hereafter owned by Lessor which are contiguous or adjacent to the above-described leased premises, and, in consideration of the aforementioned cash bonus, Lessor agrees to execute at Lessee's request any additional or supplemental instruments for a more complete or accurate description of the land so covered. For the purpose of determining the amount of any shut-in royalties hereunder, the number of gross acres above specified shall be deemed correct, whether actually more or less. 2. This lease, which is a "paid-up" lease requiring no rentals, shall be in force for a primary term of				
separated at Lessee's separator facilities, the royalty shall be Lessor at the wellhead or to Lessor's credit at the oil purchaser's the wellhead market price then prevailing in the same field (or if prevailing price) for production of similar grade and gravity; (be severance, or other excise taxes and the costs incurred by Lessee have the continuing right to purchase such production at the prevailing in the same field, then in the nearest field in which nearest preceding date as the date on which Lessee commences in the leased premises or lands pooled therewith are capable of either hydraulic fracture stimulation, but such well or wells are either shut be producing in paying quantities for the purpose of maintaining the being sold by Lessee, then Lessee shall pay shut-in royalty of one depository designated below, on or before the end of said 90-day are shut-in or production there from is not being sold by Lessee; Lessee from another well or wells on the leased premises or lands of such operations or production. Lessee's failure to properly pay set be Lessor's depository agent for receiving payments regardless of draft and such payments or tenders to Lessor or to the depository address known to Lessee shall constitute proper payment. If the opayment hereunder, Lessor shall, at Lessee's request, deliver to Lessee or lands pooled therewith, or if all production (whether pursuant to the provisions of Paragraph 6 or the action of any nevertheless remain in force if Lessee commences operations for on the leased premises or lands pooled therewith, or if all production (whether pursuant to the privailes or lands pooled therewith within 90 days a the end of the primary term, or at any time thereafter, this lease operations reasonably calculated to obtain or restore production the cessation of more than 90 consecutive days, and if any such there is production in paying quantities from the leased premises or leased premises from uncompensated drainage by any well or well additional wells except as expressly provided her	transportation facilities, pt there is no such price to jo for gas (including cased realized by Lessee for in delivering, processing liling wellhead market price to the such a prevaille to purchases hereunder, ar producing oif or gas or in or production there from the such a policition of period and thereafter on a provided that if this lead pooled therewith, no should include the producing oif or gas or in or production there from the provided that if this lead pooled therewith, no should include the provided that if this lead pooled therewith, no should include the provided that if this lead pooled therewith by deposit in the US Madepository should liquidates as ea a proper recordable drills a well which is incapor not in paying quantity governmental authority, reworking an existing we feter completion of operation of otherwise being merefrom, this lease shall operations result in the por lands pooled therewith as of producing in paying its located on other lands	or succovided that Lessee shall have teen prevailing in the same field sing head gas) and all other rom the sale thereof, less a progression of similar price) pursuant to compara and (c) if at the end of the prim other substances covered hereof is not being sold by Lessee field of consecutive days such we rered by this lease, such payor before each anniversary of se is otherwise being maintain ut-in royalty shall be due until the Lessor's credit in autient country of sails in a stamped envelope additional when in the event this lease of said land. All payments or the in the event this lease all or for drilling an additional whom son such dry hole or within maintained in force but Lesser termain in force so long as any oroduction of oil or gas or other. After completion of a well of a reasonably prudent operator quantities on the leased premers on the pooled therewith. There	ch production, to be delivered at Lessee's option to e the continuing right to purchase such production at (d, then in the nearest field in which there is such at substances covered hereby, the royalty shall be roportionate part of ad valorem taxes and production, agas or other substances, provided that Lessee shall ar quality in the same field (or if there is no such price able purchase contracts entered into on the same or nary term or any time thereafter one or more wells on reby in paying quantities or such wells are waiting on a, such well or wells shall nevertheless be deemed to ell or wells are shut-in or production there from is not need to be made to Lessor or to Lessor's credit in the rithe end of said 90-day period while the well or wells ined by operations, or if production is being sold by the end of the 90-day period next following cessation of due, but shall not operate to terminate this lease. son's address above—or its successors, which shall is tenders may be made in currency, or by check or by dressed to the depository agent to receive payments, putuntities (hereinafter called "dry hole") on the leased in any cause, including a revision of unit boundaries is not otherwise being maintained in force it shall well or for otherwise obtaining or restoring production in 90 days after such cessation of all production. If at is then engaged in drilling, reworking or any other one or more of such operations are prosecuted with er substances covered hereby, as long thereafter as capable of producing in paying quantities hereunder, or would drill under the same or similar circumstances inses or lands pooled therewith, or (b) to protect the shall be no covenant to drill exploratory wells or any	
6. Lessee shall have the right but not the obligation to pool depths or zones, and as to any or all substances covered by this proper to do so in order to prudently develop or operate the leased unit formed by such pooling for an oil well which is not a horizonta horizontal completion shall not exceed 640 acres plus a maximum completion to conform to any well spacing or density pattern that no fithe foregoing, the terms "oil well" and "gas well" shall have the prescribed, "oil well" means a well with an initial gas-oil ratio of less feet or more per barret, based on 24-hour production test cond equipment; and the term "horizontal completion" means an oil we component thereof. In exercising its pooling rights hereunder, Le Production, drilling or reworking operations anywhere on a unit veworking operations on the leased premises, except that the production, drilling or or more instances shall not exhaust Lesse unit formed hereunder by expansion or contraction or both, either prescribed or permitted by the governmental authority having juris making such a revision, Lessee shall file of record a written declar leased premises is included in or excluded from the unit by virtue to be adjusted accordingly. In the absence of production in paying quaritten declaration describing the unit and stating the date of term 7. If Lessor owns less than the full mineral estate in all or an of the leased premises or lands pooled therewith shall be reduced.	s lease, either before or a premises, whether or not premises, whether or not accepted by the prescribed or pen meanings prescribed or pen meanings prescribed by a than 100,000 cubic feet uncted under normal provell in which the horizontal sees shall file of record which includes all or any luction on which Lesson's to the total gross acrease's pooling rights hereuler before or after commet adiction, or to conform to attion describing the revisof such revision, the proparatities from a unit, or up that the proparation. Pooling hereunty part of the leased premise acrease and the leased premise premises acrease and the proparation of the leased premise premises acrease and the proparation of the leased premise premises acrease acrease acrease and the proparation of the leased premise premise acrease acrea	after the commencement of pot similar pooling authority exisceed 80 acres plus a maximula, provided that a larger unit mitted by any governmental at applicable law or the appropriate per barrel and "gas well" meaducing conditions using standal component of the gross contail component of the gross contail written declaration describing part of the leased premises royalty is calculated shall be ge in the unit, but only to the inder, and Lessee shall have the any productive acreage determination of unit production on whom permanent cessation therefore shall not constitute a cross-lises, the royalties and shut-in	production, whenever Lessee deems it necessary or ats with respect to such other lands or interests. The macreage tolerance of 10%, and for a gas well or may be formed for an oil well or gas well or horizontal uthority having jurisdiction to do so. For the purpose riate governmental authority, or, if no definition is so ans a well with an initial gas-oil ratio of 100,000 cubic dard lease separator facilities or equivalent testing completion interval in facilities or equivalent testing pletion interval in the reservoir exceeds the vertical right the unit and stating the effective date of pooling, shall be treated as if it were production, drilling or that proportion of the total unit production which the extent such proportion of unit production is sold by he recurring right but not the obligation to revise any er to conform to the well spacing or density pattern emination made by such governmental authority. In the date of revision. To the extent any portion of the hich royalties are payable hereunder shall thereafter eof, Lessee may terminate the unit by filing of record-conveyance of interests.	

- 8. The interest of either Lessor or Lessee hereunder may be assigned, devised or otherwise transferred in whole or in part, by area and/or by depth or zone, and the rights and obligations of the parties hereunder shall extend to their respective heirs, devisees, executors, administrators, successors and assigns. No change in Lessor's ownership shall have the effect of reducing the rights or enlarging the obligations of Lessee hereunder, and no change in ownership shall be binding on Lessee until 60 days after Lessee has been furnished the original or certified or duly authenticated copies of the documents establishing such change of ownership to the satisfaction of Lessee or until Lessor has satisfied the notification requirements contained in Lessee's usual form of division order. In the event of the death of any person entitled to shut-in royalties hereunder, Lessee may pay or tender such shut-in royalties to the credit of decedent or decedent's estate in the depository designated above. If at any time two or more persons are entitled to shut-in royalties hereunder, Lessee may pay or tender such shut-in royalties to such persons or to their credit in the depository, either jointly or separately in proportion to the interest which each owns. If Lessee transfers its interest hereunder in whole or in part Lessee shall be relieved of all obligations thereafter arising with respect to the transferred interest, and failure of the transferred to statisfy such obligations with respect to the transferred interest shall not affect the rights of Lessee with respect to any interest not so transferred. If Lessee transfers a full or undivided interest in all or any portion of the area covered by this lease, the obligation to pay or tender shut-in royalities hereunder shall be divided between Lessee and the transferee in proportion to the net acreage interest in this lease then held by each.

 9. Lessee may, at any time and from time to time, deliver to Lessor or file of record a written release of this lease as to a full or undivided interest in all or any portion of the area covered by this lease or any depths or zones there under, and shall thereupon be relieved of all obligations thereafter arising with respect to the interest so released.
- If Lessee releases all or an undivided interest in less than all of the area covered hereby, Lessee's obligation to pay or tender shut-in royalties shall be proportionately reduced in accordance with the net acreage interest retained hereunder.
- in accordance with the net acreage interest retained hereunder.

 10. In exploring for, developing, producing and marketing oil, gas and other substances covered hereby on the leased premises or lands pooled or unitized herewith, in primary and/or enhanced recovery, Lessee shall have the right of ingress and egress along with the right to conduct such operations on the leased premises as may be reasonably necessary for such purposes, including but not limited to geophysical operations, the drilling of wells, and the construction and use of roads, canals, pipelines, tanks, water wells, disposal wells, injection wells, pits, electric and telephone lines, power stations, and other facilities deemed necessary by Lessee to discover, produce, store, treat and/or transport production. Lessee may use in such operations, free of cost, any oil, gas, water and/or other substances produced on the leased premises, except water from Lessor's wells or ponds. In exploring, developing, producing or marketing from the leased premises or lands pooled therewith, the ancillary rights granted herein shall apply (a) to the entire leased premises described in Paragraph 1 above, notwithstanding any partial release or other partial termination of this lease; and (b) to any other lands in which Lessor now or hereafter has authority to grant such rights in the vicinity of the leased premises or lands pooled therewith. When requested by Lessor in writing, Lessee shall bury its pipelines below ordinary plow depth on cultivated lands. No well shall be located less than 200 feet from any house or barn now on the leased premises or other lands used by Lessee hereunder, without Lessor's consent, and Lessee shall pay for damage caused by its operations to buildings and other improvements now on the leased premises or such other lands, and to commercial timber and growing crops thereon. Lessee shall have the right at any time to remove its fixtures, equipment and materials, including well casing, from the leased premises or such other lands during
- 11. Lessee's obligations under this lease, whether express or implied, shall be subject to all applicable laws, rules, regulations and orders of any governmental authority having jurisdiction including restrictions on the drilling and production of wells, and the price of oil, gas, and other substances covered hereby. When drilling, reworking, production or other operations are prevented or delayed by such laws, rules, regulations or orders, or by inability to obtain necessary permits, equipment, services, material, water, electricity, fuel, access or easements, or by fire, flood, adverse weather conditions, war, sabotage, rebellion, insurrection, riot, strike or labor disputes, or by inability to
- water, electricity, fuel, access or easements, or by fire, flood, adverse weather conditions, war, sabotage, rebellion, insurrection, riot, strike or labor disputes, or by inability to obtain a satisfactory market for production or failure of purchasers or carriers to take or transport such production, or by any other cause not reasonably within Lessee's control, this lease shall not terminate because of such prevention or delay, and at Lessee's option, the period of such prevention or delay shall be added to the term hereof. Lessee shall not be liable for breach of any express or implied covenants of this lease when drilling, production or other operations are so prevented, delayed or interrupted.

 12. In the event that Lessor, during the primary term of this lease, receives a bona fide offer which Lessor is willing to accept from any party offering to purchase from Lessor a lease covering any or all of the substances covered by this lease and covering all or a portion of the land described herein, with the lease becoming effective upon expiration of this lease, Lessor hereby agrees to notify Lessee in writing of said offer immediately, including in the notice the name and address of the offeror, the price offered and all other pertinent terms and conditions of the offer. Lessee, for a period of fifteen days after receipt of the notice, shall have the prior and preferred right and option to purchase the lease or part thereof or interest therein, covered by the offer at the price and according to the terms and conditions specified in the offer.

 13. No litigation shall be initiated by Lessor with respect to any breach or default by Lessee hereunder, for a period of at least 90 days after Lessor has given Lessee written notice fully describing the breach or default, and then only if Lessee fails to remedy the breach or default, within such period. In the event the matter is litigated and
- written notice fully describing the breach or default, and then only if Lessee fails to remedy the breach or default, within such period. In the event the matter is litigated and there is a final judicial determination that a breach or default has occurred, this lease shall not be forfeited or canceled in whole or in part unless Lessee is given a reasonable time after said judicial determination to remedy the breach or default and Lessee fails to do so.
- 14. For the same consideration recited above, Lessor hereby grants, assigns and conveys unto Lessee, its successors and assigns, a perpetual subsurface well bore easement under and through the leased premises for the placement of well bores (along routes selected by Lessee) from oil or gas wells the surface locations of which are situated on other tracts of land and which are not intended to develop the leased premises or lands pooled therewith and from which Lessor shall have no right to royalty or other benefit. Such subsurface well bore easements shall run with the land and survive any termination of this lease.
- 15. Lessor hereby warrants and agrees to defend title conveyed to Lessee hereunder, and agrees that Lessee at Lessee's option may pay and discharge any taxes, mortgages or llens existing, levied or assessed on or against the leased premises. If Lessee exercises such option, Lessee shall be subrogated to the rights of the party to whom payment is made, and, in addition to its other rights, may reimburse itself out of any royalties or shut-n royalties otherwise payable to Lessor hereunder. In the event Lessee is made aware of any claim inconsistent with Lessor's title, Lessee may suspend the payment of royalties and shut-in royalties hereunder, without interest, until Lessee has been furnished satisfactory evidence that such claim has been resolved.
- Notwithstanding anything contained to the contrary in this lease. Lessee shall not have any rights to use the surface of the leased premises for drilling or other

17. This lease may be executed in counterparts, each of which is deemed an original and all of which only constitute one original.

DISCLAIMER OF REPRESENTATIONS: Lessor acknowledges that oil and gas lease payments, in the form of rental, bonus and royalty, are market sensitive and may vary depending on multiple factors and that this Lease is the product of good faith negotiations. Lessor understands that these lease payments and terms are final and that Lessor entered into this lease without duress or undue influence. Lessor recognizes that lease values could go up or down depending on markets. conditions. Lessor acknowledges that no representations or assurances were made in the negotiation of this lesse that Lessor would get the highest price or

which Lessee has or may negotiate with any other lessors/oil and gas IN WITNESS WHEREOF, this lease is executed to be effective as of the heirs, devisees, executors, administrators, successors and assigns, whethe	date first written a	above, but upon execution shall be binding on the signatory and the sign has been executed by all parties hereinabove named as Lessor.
LESSOR (WHETHER ONE OR MORE)		
By: Rafael Rodriquez		Dellad Addis By: Soledad Rod Mayor 2
STATE OF TX	ACKNOWLEDGI	MENT
This instrument was acknowledged before me on the SH. by: Rafae Rodstque 2 and wife	day of	Auros + , 2009,
JORGE VALENCIANO Notary Public, State of Texas My Commission Expires June 13, 2012		Notary Public, State of Notary's name (printed): Notary's commission expires:
STATE OF	day of	, 2009,
		Notary Public, State of



DALE RESOURCES LLC 2100 ROSS AVE STE 1870 LB-9

DALLAS

TX 75201

Submitter: DALE RESOURCES LLC

SUZANNE HENDERSON TARRANT COUNTY CLERK TARRANT COUNTY COURTHOUSE 100 WEST WEATHERFORD FORT WORTH, TX 76196-0401

<u>DO NOT DESTROY</u> WARNING - THIS IS PART OF THE OFFICIAL RECORD.

Filed For Registration:

08/17/2009 03:27 PM

Instrument #:

D209219946

LSE

3 PGS

\$20.00

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D209219946

ANY PROVISION WHICH RESTRICTS THE SALE, RENTAL OR USE OF THE DESCRIBED REAL PROPERTY BECAUSE OF COLOR OR RACE IS INVALID AND UNENFORCEABLE UNDER FEDERAL LAW.

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